

Message Text

CONFIDENTIAL

PAGE 01 LIMA 06395 072303Z

66

ACTION ARA-10

INFO OCT-01 ISO-00 EB-07 COME-00 H-02 OPIC-03 SSO-00

CIAE-00 INR-07 NSAE-00 INRE-00 L-03 PA-01 PRS-01

USIA-06 SIL-01 LAB-04 FEA-01 INT-05 OMB-01 TRSE-00

/053 W

----- 121707

O 072221Z AUG 75

FM AMEMBASSY LIMA

TO SECSTATE WASHDC IMMEDIATE 6240

C O N F I D E N T I A L LIMA 6395

E.O. 11652: GDS

TAGS: EMIN, EINV, PFOR, PE, US

SUBJECT: MARCONA NATIONALIZATION - CURRENT ASSESSMENT

REF: A. LIMA 6375, B. LIMA 6361, C. LIMA 6319,
D. LIMA 6318, E. LIMA 6129

1. LOCAL HIERROPERU ACCOUNTANTS (U.S. CITIZENS) HAVE NOW INFORMED US THAT GEN BOSSIO, DURING LAST TWO DAYS, MADE A DETERMINATION TO CLOSE OUT MARCONA BOOKS AS OF JULY 31. BEGINNING AUGUST 1, ACCOUNTANTS WERE TOLD TO START NEW LEDGERS FOR AN INTERIM PERIOD OF TIME, PRIOR TO THE FORMAL ESTABLISHMENT OF HIERROPERU. ACCOUNTANTS ALSO NOTED THAT BOSSIO INFORMED THEM THAT HIERROPERU HOPES THAT THEY WILL CONTINUE WORKING FOR THE COMPANY, AND THAT THE GOP WILL ATTEMPT TO PAY THEIR SOCIAL SECURITY AND OTHER EMPLOYEE OBLIGATIONS THAT HAD HERETOFORE BEEN THE RESPONSIBILITY OF MARCONA. THE ACCOUNTANTS NOTED THAT IT APPEARED THAT HIERROPERU MANAGEMENT WAS BECOMING AWARE OF ITS DEPENDENCE, AT LEAST IN SHORT TERM, ON ITS FOREIGN EMPLOYEES AND IS TRYING TO INDUCE THEM TO REMAIN FOR THE TIME BEING.

2. ACCOUNTANTS ALSO SAID THEY ARE UNDER NO PRESSURE FROM
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 LIMA 06395 072303Z

THEIR SUPERIORS, AND A THIRD EMPLOYEE, A U.K. CITIZEN

WORKING AT SAN JUAN, ALSO REPORTED TO A/DCM THAT FOREIGN EMPLOYEES ARE GOING ABOUT THEIR JOBS IN ORDERLY FASHION AT THE MINE.

3. JOSE CERDAN, FORMER MANAGER OF PUBLIC RELATIONS FOR MARCONA, CALLED ON EMBASSY OFFICER MORNING OF AUGUST 7. DURING CONVERSATION, HE SAID IT WAS HIS OPINION THAT GOP INTENDS TO CONSIDER "ALL MARCONA ASSETS" WITHIN PARAMETERS OF NEGOTIATION. HE MADE THIS COMMENT AFTER HAVING READ TODAY'S MEM COMMUNIQUE (REF A). CERDAN ALSO SAID THAT IN HIS PERSONAL OPINION, PRESIDENT VELASCO AND GENERAL BOSSIO PUSHED FOR THE ABRUPT NATIONALIZATION, AND THAT ALTHOUGH MINISTER FERNANDEZ MALDONADO THEN MADE EXTREME PUBLIC SPEECHES, THE MINISTER WAS MERELY "PROTECTING HIS FLANKS" AND HAD ORIGINALLY WANTED AN AMICABLE SOLUTION, BUT THAT VELASCO HAD DECIDED OTHERWISE.
DEAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FOREIGN INVESTMENT, NATIONALIZATION, PERSONNEL, REPORTS
Control Number: n/a
Copy: SINGLE
Draft Date: 07 AUG 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LIMA06395
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750273-0638
From: LIMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750874/aaaacngc.tel
Line Count: 78
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 LIMA 6375, 75 LIMA 6361, 75 LIMA 6319
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 11 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <11 SEP 2003 by CunninFX>; APPROVED <20 OCT 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: MARCONA NATIONALIZATION - CURRENT ASSESSMENT
TAGS: EMIN, EINV, PFOR, PE, US, MARCONA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006